

SITLA | 25 Years

Successes and Challenges



Utah Enabling Act 1894

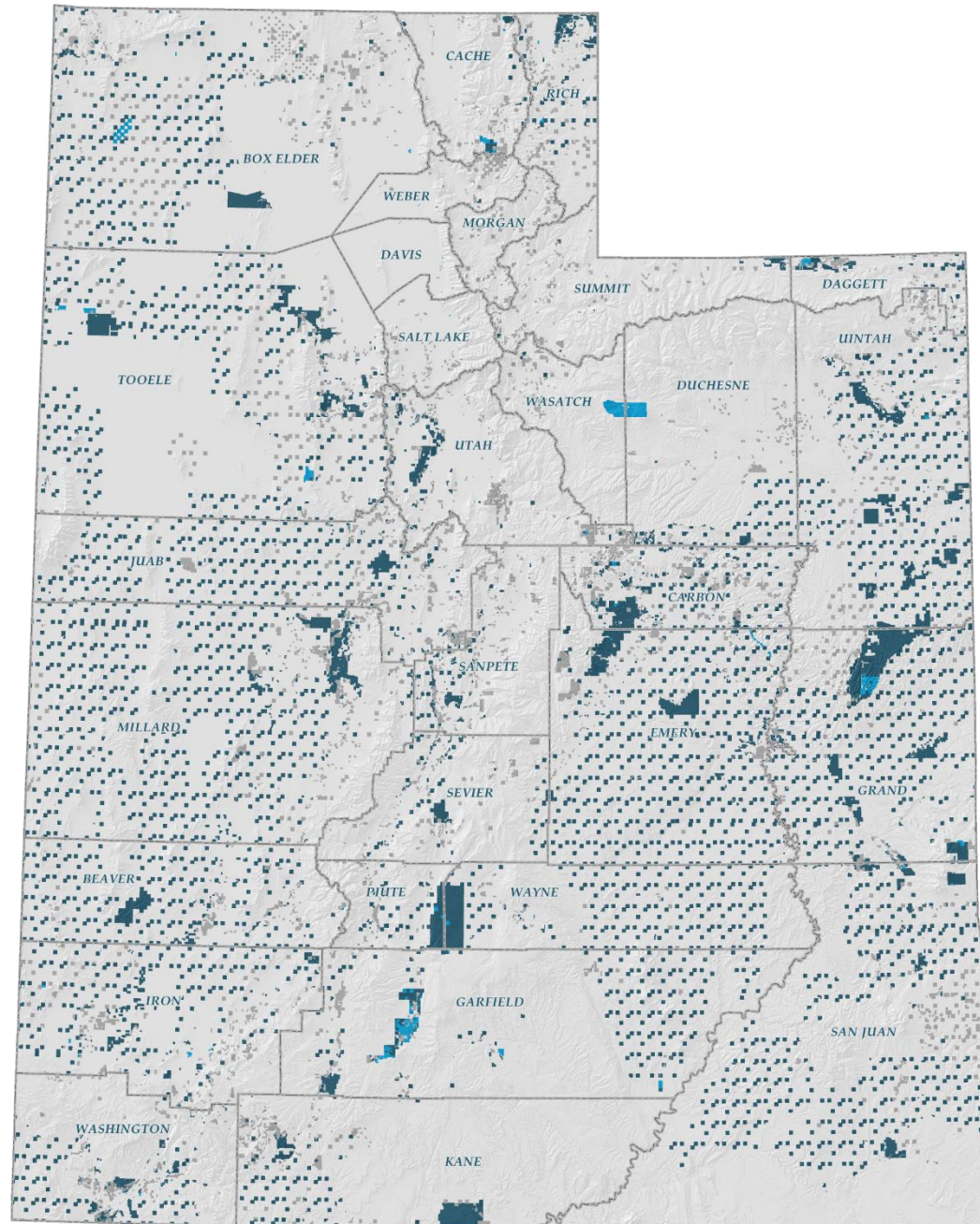
- At statehood, Congress granted land to Utah and established accompanying endowments to support 12 beneficiaries, largely public education

- Public Schools
- Higher Education Institutions
 - University of Utah
 - School of Mines
 - Miners Hospital
 - Utah State University
 - State Teaching Colleges
- Special Education Institutions
 - School for the Deaf
 - School for the Blind
- Public Institutions
 - Public Buildings
 - Juvenile Justice Services
 - Utah State Hospital
 - Reservoirs



Utah Legislature Creates SITLA 1994

- 3.4 million surface/mineral acres
- Quasi-independent state agency
- 7-member board
- Self funded
- Revenue from land development
 - Energy
 - Real estate
 - Surface
 - Mining



Case Law Reinforces Legislative Mandate, Fiduciary and Trust Responsibilities

Natl Parks Conservation
Association v. State Lands
*Utah Supreme Court,
March 1994*

Utah Supreme Court ruling incorporated legally-binding trust principles into SITLA statute:

'beneficiaries do not include other governmental institutions, the public at large, or the general welfare of the state'

Fiduciary Duty: A duty of utmost good faith, trust, confidence, and candor owed by a trustee to a beneficiary.

- Undivided Loyalty
- Good Faith
- Act with Due Care, Diligence and Skill in Managing Trust
- Prudence
- Preserve the Trust
- Generational Equity – Balancing short and long term needs



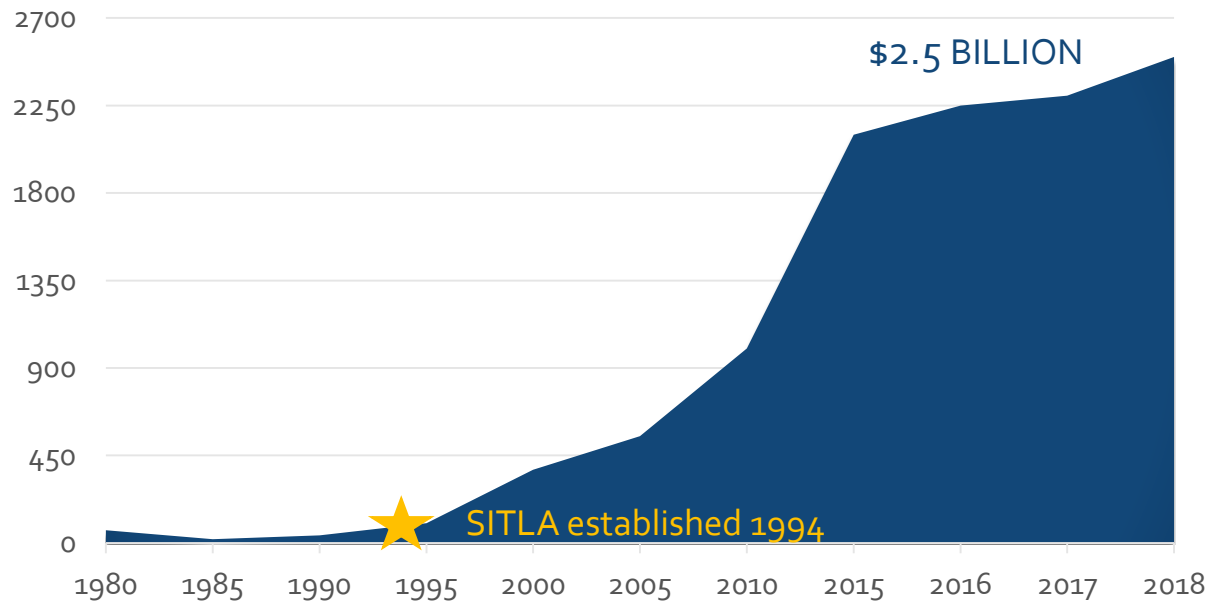
25th Anniversary

Thanks to support of Utah
Legislature and Education
Community

- \$1.9 Billion in Revenue
- Permanent Funds at \$2.5 Billion



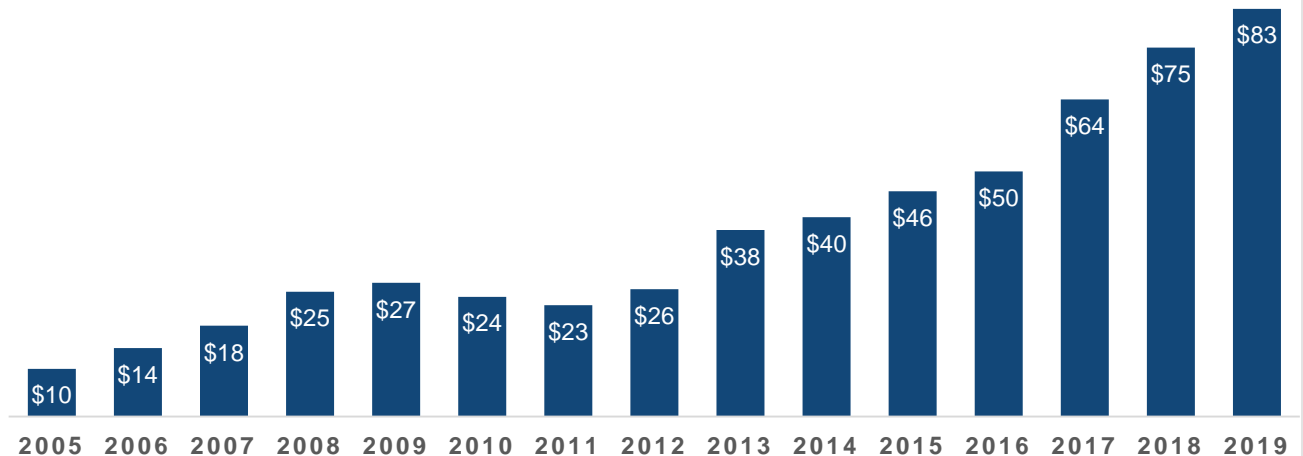
Permanent School Fund Balance in millions



2019-20 School Year: \$82.66 Million in Distributions from Permanent Fund

- \$617 Million from Permanent Fund since 1994

Permanent School Fund Distributions in millions



Trust Challenges

- Mineral extraction
- Renewable energy
- Real estate development
- Undisciplined public recreation use
- Stakeholder relationships

